



Douglas W. Schoenberger
Government Affairs Director
International

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December 11, 2002

Ms. Marlene Dortch
Secretary
Federal Communications Commission
445 12th Street, SW, Room TWB-204
Washington, DC 20554

Re: International Settlements Policy Reform (IB Docket No. 02-234)
International Settlements Policy (IB Docket No. 96-261)

Dear Ms. Dortch:

Attached find letters received by AT&T from China Telecom, China Netcom, and China Unicom attempting to unilaterally set a price floor of \$.17/minute for all AT&T traffic terminated in China by these carriers. Please include these letters as part of the record in the above-referenced proceedings.

One electronic copy of this Notice is being submitted to the Secretary of the FCC in accordance with Section 1.1206 of the Commission's rules.

Sincerely,

A handwritten signature in black ink, appearing to read "D. W. Schoenberger", followed by a long horizontal flourish.

Attachments
cc: L. Choi



Dear Sir or Madam:

We would like to inform you that a notice recently issued by the Ministry of Information Industry (hereinafter referred to as "MII") stipulates all the termination rates applied to traffic from all countries and regions to China should not be less than \$0.17 per minute, effective from 1 November 2002. China Telecom must comply with the MII's provisions. Therefore, we would make revisions according to MII's relevant provisions.

Except the above mentioned revisions, China Telecom could maintain the other conditions and items regarding the accounting unchanged. If you have any questions, or if you want to make revisions accordingly, please contact me for relevant renegotiation.

Best Regards,

刘岩

Qu Yan
Director
International Services Division
International Affairs Department
China Telecommunications Corporation

TOTAL P.02

10/28/02 MON 22:05 [TX/RX NO 8997] 002

To: 

NOTICE

Oct 28, 2002

Dear Sir/Madam,

PLSASE TAKE NOTICE that in accordance with the newly issued policies of the Ministry of Information Industry of the People's Republic of China(MII Order [495]), the tariff for International termination service shall be adjusted to no less than USD 0.17 per minute as of November 1st, 2002.

In accordance, we inform you that the termination rate lower than USD 0.17/min in our agreement, shall be adjusted to USD 0.17/min, while the rate higher than the regulatory benchmark will keep unchanged. The adjustment will be conducted starting at 00:00 GMT+8 Nov 1, 2002.

We are sorry for the short notice and any inconvenience this may cause to you. However, we cannot but abide by the regulations of the state authorities. If you have any question, please feel free to contact us.

Thanks.


_____(Signature)
China Netcom Corporation Limited

Urgent



China Unicom Corporation Limited
No.133A Xidan North Street, Xichang District, Beijing,
P. R. China 100032
Tel: +86 10 66505588
Fax: +86 10 66114366
October 28, 2002

Mr. Oliver Ye
AT&T
Tel: +86 10 65058118 ext 2015
Fax: + 86 10 65058666

Notification of New Rate for China Termination Traffic
Effective from Nov. 1, 2002

Dear Mr. Ye,

This is to inform you that China Unicom's rate for China termination traffic will be no less than US\$0.17/min. from Nov. 1, 2002 for keeping order of the market. Your understanding and cooperation will be highly appreciated.

In order to strengthen the cooperation between our two companies, we would like to have discussion with you in recent days to seek for mutual development. Your confirmation on the meeting time will be quite helpful. Thanks!

With Best Regards,

International Business Division
Data & Fixed Communications Dept.
China Unicom Corp. Ltd.

TOTAL P.02

10/29/02 TUE 02:41 [TX/RX NO 89891] 002